

Invoice No.: 1868792
 Matter No.: 083230.012700

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Description of Professional Services Rendered:

ACTION CODE: 804 CASE ADMINISTRATION

<u>DATE</u>	<u>TIMEKEEPER</u>	<u>DESCRIPTION</u>	<u>HOURS</u>	<u>AMOUNT</u>
10/02/06	Yolanda Powell	Reviewed email from N. Peterman (.1); update attorney calendars with new termination date (.2).	0.30	52.50
10/18/06	George R. Warner	Conference with N. Peterman, K. Shapiro, D. Badley and E. Ostrow re theories of case (1.0); consider theories and review and comment on emails re strategy (.8).	1.80	1,314.00
10/20/06	George R. Warner	Conference with Nancy Peterman, Keith Shapiro, David Badley and Ethan Ostrow re theories of case and strategy.	1.00	730.00
10/23/06	Kerry E. Carlson	Update docket and pleadings.	0.30	57.00
10/24/06	Kerry E. Carlson	Update docket and pleadings.	0.30	57.00
10/25/06	David W. Baddley	Meeting with client, K. Shapiro and N. Peterman re: strategy.	0.60	258.00
10/25/06	Kerry E. Carlson	Update docket and pleadings.	0.30	57.00
10/25/06	Kerry E. Carlson	Review Trustee's motion to convert and forward to N. Peterman.	0.20	38.00
10/25/06	Nancy A. Peterman	Review motion to convert.	0.50	272.50
10/26/06	Kerry E. Carlson	Update docket and pleadings.	0.30	57.00
10/27/06	Kerry E. Carlson	Update docket and pleadings.	0.30	57.00
10/30/06	Kerry E. Carlson	Update docket and recent pleadings.	0.30	57.00
10/31/06	Kerry E. Carlson	Update docket and recently filed pleadings.	0.30	57.00
10/31/06	Nancy A. Peterman	Telephone conference with J. Atkinson re case (.5); telephone conference with D. Baddley re same (.5); review recent pleadings (.2).	1.20	654.00
Total Hours:			7.70	
Total Amount:				\$ 3,718.00

TIMEKEEPER SUMMARY FOR ACTION CODE 804,

CASE ADMINISTRATION

<u>Timekeeper Name</u>	<u>Hours Billed</u>	<u>Rate</u>	<u>Total \$ Amount</u>
Nancy A. Peterman	1.70	545.00	926.50
David W. Baddley	0.60	430.00	258.00
George R. Warner	2.80	730.00	2,044.00
Kerry E. Carlson	2.30	190.00	437.00
Yolanda Powell	0.30	175.00	52.50
Totals:	7.70	482.86	\$ 3,718.00

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Description of Professional Services Rendered

ACTION CODE: 809 FINANCING MATTERS & CASH COLL

<u>DATE</u>	<u>TIMEKEEPER</u>	<u>DESCRIPTION</u>	<u>HOURS</u>	<u>AMOUNT</u>
10/06/06	Yolanda Powell	Reviewed and obtained Motion For Order Approving Continued Use of Cash Through January 31, 2007 Pursuant To Fourth Revised Budget and Notice of Motion (.4); forwarded same to N. Peterman (.1).	0.50	87.50
			<hr/>	
			Total Hours:	0.50
			Total Amount:	\$ 87.50

TIMEKEEPER SUMMARY FOR ACTION CODE 809.

FINANCING MATTERS & CASH COLL

<u>Timekeeper Name</u>	<u>Hours Billed</u>	<u>Rate</u>	<u>Total \$ Amount</u>
Yolanda Powell	0.50	175.00	87.50
Totals:	0.50	175.00	\$ 87.50

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Description of Professional Services Rendered

ACTION CODE: 812 PLAN & DISCLOSURE STATEMENT

<u>DATE</u>	<u>TIMEKEEPER</u>	<u>DESCRIPTION</u>	<u>HOURS</u>	<u>AMOUNT</u>
10/04/06	Nancy A. Peterman	Review and analysis of plan and disclosure statement re pre-paid interest issue.	0.60	327.00
10/05/06	Nancy A. Peterman	Conference with D. Baddley re prepaid interest issue and analysis of same.	0.20	109.00
10/09/06	David W. Baddley	Began research on property of the estate issues.	1.50	645.00
10/09/06	Nancy A. Peterman	Conference with D. Baddley re prepaid interest research.	0.20	109.00
10/09/06	Nancy A. Peterman	Conference with D. Baddley re prepaid interest research.	0.20	109.00
10/09/06	Yolanda Powell	Reseached cases for D. Baddley relating to property of estates issues.	0.70	122.50
10/12/06	David W. Baddley	Additional research re: property of the estate issues.	3.50	1,505.00
10/13/06	David W. Baddley	Review plan and disclosure statement discussion on prepaid interest.	0.70	301.00
10/16/06	David W. Baddley	Obtain and review certain motions/court papers dealing with prepaid interest.	1.20	516.00
10/17/06	David W. Baddley	Strategy conference with N. Peterman and R. Warner re: property of the estate issues.	0.80	344.00
10/17/06	David W. Baddley	Phone call with S. Strong re: background to pre-paid interest (.3); draft follow-up correspondence re: same and outlining legal issues (1.0); correspondence/conference with N. Peterman re: same (.3); correspondence with R. Warner re same (.3).	1.90	817.00
10/18/06	Kerry E. Carlson	Research section 541 briefs (.4); forward relevant information to N. Peterman and D. Baddley (.1).	0.50	95.00
10/18/06	Ethan F. Ostrow	Researched resulting and constructive trusts under Nevada and federal bankruptcy law (4.4); prepared for and participated in conference call with Nancy Peterman, Keith Shapiro, Ray Warner, and David Baddley re same (1.0).	5.40	1,215.00
10/19/06	David W. Baddley	Research cases re: trust exception to property of the estate.	3.50	1,505.00
10/19/06	Ethan F. Ostrow	Drafted memo on resulting and constructive trusts under Nevada and bankruptcy law (2.0); conferred with David Baddley on research requirements and trustee "strong-arm" powers (.2).	2.20	495.00
10/20/06	David W. Baddley	Prepare for and attend strategy conference with N. Peterman, R. Warner, K. Shapiro and E. Ostrow re: status of legal analysis re	1.50	645.00

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Description of Professional Services Rendered

		property of estate.		
10/20/06	David W. Baddley	Research Nevada statutes and regulations governing mortgage brokers.	1.80	774.00
10/20/06	David W. Baddley	Began work on drafting memo analyzing whether excess funds and withheld funds are property of the estate.	2.10	903.00
10/20/06	Ethan F. Ostrow	Participated in conference call with Nancy Peterman, Keith Shapiro, Ray Warner, and David Baddley re property of estate memo (1.0); discussed memo with David Baddley (.3).	1.30	292.50
10/20/06	Ethan F. Ostrow	Researched interaction of Sections 544(a)(1) and 541(d) of the Bankruptcy Code and the rights of lien creditors under Nevada law.	1.00	225.00
10/23/06	David W. Baddley	Phone call with J. Atkinson re: background facts re property of estate.	0.70	301.00
10/23/06	David W. Baddley	Continued work on analysis memo of property of estate (4.0); miscellaneous research on related legal issues (2.2).	6.20	2,666.00
10/23/06	Ethan F. Ostrow	Revised memo on trustee's strong arm powers law (2.0); conferred with David Baddley (.3).	2.30	517.50
10/24/06	David W. Baddley	Finished work on draft legal memo on property of the estate issues.	5.60	2,408.00
10/26/06	Nancy A. Peterman	Telephone conference with S. Strong re disclosure statement issues.	0.40	218.00
10/27/06	David W. Baddley	Worked on drafting executive summary of legal analysis memo re property of estate.	3.80	1,634.00
10/27/06	Nancy A. Peterman	Exchange emails with R. Tuliano, S. Darr, D. Baddley re disclosure statement/plan.	0.40	218.00
10/28/06	David W. Baddley	Correspondence with S. Smith re: background facts re property of estate.	0.40	172.00
10/28/06	David W. Baddley	Conference call with S. Smith re: background facts re property of estate.	1.10	473.00
10/28/06	David W. Baddley	Review MFIM's fee application for background facts on services performed re property of estate.	0.80	344.00
10/29/06	David W. Baddley	Worked on revisions to executive summary and legal memo re prepaid interest re: comments from N. Peterman and based on additional information from S. Smith.	1.90	817.00
10/29/06	Nancy A. Peterman	Revise memo re prepaid interest/fee issues.	1.70	926.50
10/30/06	David W. Baddley	Phone call with S. Darr re: issues raised in prepaid interest analysis memo.	0.30	129.00
10/30/06	David W. Baddley	Worked on revisions to disclosure statement to deal with Excess Funds and Withheld Fund (property of the estate issue) and MFIM services.	4.80	2,064.00
10/31/06	David W. Baddley	Additional work on revisions to disclosure statement.	3.60	1,548.00

Total Hours: 64.80

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Description of Professional Services Rendered

Total Amount: \$ 25,490.00

TIMEKEEPER SUMMARY FOR ACTION CODE 812.

PLAN & DISCLOSURE STATEMENT

<u>Timekeeper Name</u>	<u>Hours Billed</u>	<u>Rate</u>	<u>Total \$ Amount</u>
Nancy A. Peterman	3.70	545.00	2,016.50
David W. Baddley	47.70	430.00	20,511.00
Ethan F. Ostrow	12.20	225.00	2,745.00
Kerry E. Carlson	0.50	190.00	95.00
Yolanda Powell	0.70	175.00	122.50
Totals:	64.80	393.36	\$ 25,490.00

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Description of Professional Services Rendered

ACTION CODE: 813 FEE/EMPLOYMENT APPLICATIONS

<u>DATE</u>	<u>TIMEKEEPER</u>	<u>DESCRIPTION</u>	<u>HOURS</u>	<u>AMOUNT</u>
10/02/06	Nancy A. Peterman	Telephone conference with J. Nugent re affidavit (.1); exchange emails with S. Darr re same (.1).	0.20	109.00
10/03/06	Nancy A. Peterman	Draft fee order (.5); prepare email to client re same (.2).	0.70	381.50
10/03/06	Collin B. Williams	Draft Fee Order for compensation of fees and expenses for Thomas J. Allison and Mesirov Financial Interim Management.	2.50	712.50
10/05/06	Nancy A. Peterman	Telephone conference with A. Jarvis re fee order, retention issues (.3); telephone conference with A. Jarvis re fee order, retention issues (.5).	0.80	436.00
10/06/06	Nancy A. Peterman	Telephone conference with J. Atkinson re fee issues (.2); exchange emails with A. Jarvis re same (.3); telephone call to A. Jarvis re same (.5).	1.00	545.00
10/09/06	David W. Baddley	Prepare for (review orders) (.4); attend teleconferences re: resolution of fee and allocation issues (1.0).	1.40	602.00
10/09/06	Nancy A. Peterman	Telephone conference with client re fee issues (1.0); telephone conference with committees re same (1.0).	2.00	1,090.00
10/09/06	Nancy A. Peterman	Telephone conference with client re fee issues (1.0); telephone conference with committees re same (1.0).	2.00	1,090.00
10/13/06	Nancy A. Peterman	Revise fee order (.6); review re-drafted fee orders for debtor professionals (.4).	1.00	545.00
10/14/06	Nancy A. Peterman	Telephone conference with J. Atkinson re retention and fee issues.	0.40	218.00
10/15/06	Nancy A. Peterman	Review retention order (.2); review fee allocation (.2); revise fee order (.5).	0.90	490.50
10/17/06	Nancy A. Peterman	Telephone conference with R. Tuliano and C. Winford re fee issues (.5); follow-up with K. Shapiro re same (.4); telephone conference with R. Warner and D. Baddley re same issues (.5); telephone conference with S. Darr re same (.5).	1.90	1,035.50
10/17/06	George R. Warner	Conference with N. Peterman and D. Badley re fee issues (1.0); review and comment on factual developments re same (1.0); reply to emails re same (.3).	2.30	1,679.00
10/18/06	David W. Baddley	Teleconference with N. Peterman, R. Warner, K. Shapiro and E. Ostrow re: factual and legal development re fees.	1.10	473.00
10/18/06	Kerry E. Carlson	Review all professional applications for compensation filed in the case to date (1.0);	2.30	437.00

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Description of Professional Services Rendered

		prepare summary chart of all fees and expenses incurred to date and projection for future fees (1.1); discuss same with N. Peterman (.2).		
10/18/06	Nancy A. Peterman	work on analysis of payment of fees; (1.2) telephone conference with R. Warner re follow-up on fee analysis (.1).	1.30	708.50
10/19/06	Yolanda Powell	Reviewed court docket and obtained copy of objection filed by the committee to Mesirow's first interim fee application (.2); forwarded same to N. Peterman (.1).	0.30	52.50
10/20/06	Nancy A. Peterman	Telephone conference with R. Warner, K. Shapiro and D. Baddley re fee analysis.	0.70	381.50
10/23/06	Nancy A. Peterman	Revise fee order (.2); review recent pleadings (.2).	0.40	218.00
10/25/06	Nancy A. Peterman	Review memorandum re legal research on fee issue (1.5); prepare for and meet with R. Tuliano, K. Winford, K. Shapiro and D. Baddley re same issues (1.0); conference with D. Baddley re same (1.0).	3.50	1,907.50
10/26/06	Nancy A. Peterman	Telephone conference with R. Tuliano re fee issue (.3); exchange emails with D. Baddley, J. Atkinson re same (.3).	0.60	327.00
10/27/06	Yolanda Powell	Reviewed court docket and obtained copy of Mesirow's first interim fee application (.4); forwarded same to D. Baddley (.1).	0.50	87.50
10/30/06	Nancy A. Peterman	Revise memo re fee issues (1.0); telephone conferences with D. Baddley re same (.5).	1.50	817.50

Total Hours: 29.30

Total Amount: \$ 14,344.00

TIMEKEEPER SUMMARY FOR ACTION CODE 813.

FEE/EMPLOYMENT APPLICATIONS

<u>Timekeeper Name</u>	<u>Hours Billed</u>	<u>Rate</u>	<u>Total \$ Amount</u>
Nancy A. Peterman	18.90	545.00	10,300.50
David W. Baddley	2.50	430.00	1,075.00
Collin B. Williams	2.50	285.00	712.50
George R. Warner	2.30	730.00	1,679.00
Kerry E. Carlson	2.30	190.00	437.00
Yolanda Powell	0.80	175.00	140.00
Totals:	29.30	489.56	\$ 14,344.00

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Description of Professional Services Rendered

ACTION CODE: 825 LITIGATION CONSULTING

<u>DATE</u>	<u>TIMEKEEPER</u>	<u>DESCRIPTION</u>	<u>HOURS</u>	<u>AMOUNT</u>
10/19/06	Nancy A. Peterman	Review and comment on T. Allison declaration in support of injunction.	0.80	436.00
			<hr/>	
			Total Hours:	0.80
			Total Amount:	\$ 436.00

TIMEKEEPER SUMMARY FOR ACTION CODE 825,

LITIGATION CONSULTING

<u>Timekeeper Name</u>	<u>Hours Billed</u>	<u>Rate</u>	<u>Total \$ Amount</u>
Nancy A. Peterman	0.80	545.00	436.00
Totals:	0.80	545.00	\$ 436.00